

TEACHERS' RETIREMENT BOARD

INVESTMENT COMMITTEE

Subject:	Credit Enhancement Program- Activity Status Report	Item Number: <u>9</u>
		Attachment(s): <u>2</u>
Action:	<u> </u>	Date of Meeting: <u>November 8, 2000</u>
Information:	<u> X </u>	Presenters: <u>Richard Rose</u>

EXECUTIVE SUMMARY

CalSTRS recently closed a California Housing Finance Agency (CHFA) transaction for a direct risk of 25% or \$9.8 million of the transaction. The bonds were secured by MBIA Insurance Corporation (MBIA), AAA rated bond insurance. The transaction closed in October 2000.

CalSTRS will be providing two liquidity facilities to support the CHFA 2000 Multifamily Housing Revenue Bonds III. The first facility supports Series A and B bonds, the second facility supports Series C and D bonds. The bond proceeds from both transactions support the acquisition/rehabilitation financing of multifamily rental developments. The bonds will be general obligations of CHFA, payable out of the revenues and assets pledged by CHFA. The transactions are expected to close in November 2000.

CalSTRS currently has several transactions in the pipeline, which may or may not materialize. As these transactions become imminent, they will be reported to the CalSTRS Investment Committee.

CalSTRS CREDIT ENHANCEMENT PROGRAM

PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
DIRECT RISK								
Port of Long Beach	Liquidity	Jun-94	Sep-01	\$87,500,000	\$0	\$87,500,000	\$38,095	\$394,272
LA Fairplex (19)	Credit	Sep-00	Sep-07	\$20,400,000	\$274,981	\$20,674,981	\$75,099	\$418,788
San Diego Unified Port District (20)	Credit	Oct-97	Oct-02	\$27,500,000	\$2,576,712	\$30,076,712	\$5,678	\$68,103
San Diego Unified Port District (21)	Credit	Oct-97	Oct-02	\$22,500,000	\$2,108,219	\$24,608,219	\$11,374	\$81,308
Pasadena Parking Authority (22)	Credit	Jan-98	Jan-03	\$9,000,000	\$693,750	\$9,693,750	\$0	\$73,241
Pasadena Rosebowl (22)	Credit	Jun-98	Jun-01	\$15,600,000	\$276,956	\$15,876,956	\$0	\$92,830
Kern High School 1995A (26)	Credit	Jul-99	May-01	\$6,169,343	\$0	\$6,169,343	\$8,716	\$37,969
Kern High School 1995B (26)	Credit	Jul-99	May-01	\$4,716,233	\$0	\$4,716,233	\$6,657	\$29,007
Kern High School 1999 (26)	Credit	Jul-99	Jul-02	\$7,500,000	\$147,945	\$7,647,945	\$12,036	\$60,821
CHFA 1999 Series P & Q (28)	Credit	Dec-99	Dec-02	\$12,905,000	\$800,110	\$13,705,110	\$6,063	\$13,658
Lewis & Clark (32)	Credit	Jun-00	Jun-05	\$25,000,000	\$2,284,932	\$27,284,932	\$30,051	\$30,051
SUBTOTAL				\$238,790,576	\$9,163,604	\$247,954,180	\$193,769	\$1,300,048
DIRECT RISK - SECURED								
Buck Research on Aging (16)	Credit	Dec-96	Dec-03	\$27,500,000	\$397,808	\$27,897,808	\$46,341	\$690,833
BOND INSURED								
Adventist West	Credit	Feb-98	Feb-05	\$114,500,000	\$1,693,973	\$116,193,973	\$43,701	\$403,282
CHFA 1998 Series P (27)	Credit	Apr-99	Jul-01	\$9,125,000	\$707,188	\$9,832,188	\$3,355	\$17,778
CHFA 1998 Series T (27)	Credit	Apr-99	Jul-01	\$5,000,000	\$387,500	\$5,387,500	\$1,838	\$8,252
CHFA 1998 Series M (27)	Credit	Apr-99	Jul-01	\$24,796,250	\$1,921,709	\$26,717,959	\$7,067	\$35,855
CHFA 1999 Series O (28)	Credit	Dec-99	Dec-02	\$21,250,000	\$1,646,875	\$22,896,875	\$9,261	\$20,862
CHFA 2000 Series C (29)	Credit	Jan-00	Jan-03	\$10,625,000	\$658,750	\$11,283,750	\$4,564	\$7,823
CHFA 2000 Series D (29)	Credit	Jan-00	Jan-03	\$21,250,000	\$1,646,875	\$22,896,875	\$9,261	\$15,875
CHFA 2000 Series G (29)	Credit	Apr-00	Apr-03	\$17,500,000	\$1,085,000	\$18,585,000	\$7,104	\$7,104
CHFA 2000 Series H (29)	Credit	Apr-00	Apr-03	\$30,000,000	\$2,325,000	\$32,325,000	\$12,355	\$12,355
CHFA 2000 Series J, L, N (29)	Credit	May-00	May-03	\$30,536,250	\$2,366,559	\$32,902,809	\$5,571	\$5,571
CHFA 2000 Series K (29)	Credit	May-00	May-03	\$30,000,000	\$3,875,000	\$33,875,000	\$5,411	\$5,411
SUBTOTAL				\$314,582,500	\$18,314,429	\$332,896,929	\$109,486	\$540,168

CalSTRS CREDIT ENHANCEMENT PROGRAM

PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
DIRECT PAY LETTERS OF CREDIT								
Master-Halco Series 1986-II (23)	Credit	Nov-98	Nov-02	\$1,675,000	\$35,244	\$1,710,244	\$0	\$4,414
APM, Inc. Series 1994A (25)	Credit	Aug-99	Jul-03	\$600,000	\$13,414	\$613,414	\$0	\$2,763
Altamont/Pkging Series 1994A (25)	Credit	Aug-99	Jul-03	\$2,550,000	\$57,008	\$2,607,008	\$0	\$4,631
DV Packaging/La Barbera (25)	Credit	Sep-99	Aug-03	\$1,275,000	\$28,504	\$1,303,504	\$0	\$3,619
Wilson Entities (24)	Credit	Sep-99	Aug-03	\$2,505,000	\$56,002	\$2,561,002	\$0	\$4,895
Tulip Corporation (31)	Credit	Jul-00	Jul-03	\$2,300,000	\$51,420	\$2,351,420	\$1,000	\$1,000
Santa Clara (33) (Term is 5 yrs)	Credit	Aug-00	Aug-05	\$4,235,000	\$71,009	\$4,306,009	\$9,612	\$9,612
CSCDA - IDB's								
Series 1994B								
Propak of California (1)	Credit	Nov-94	Nov-02	\$2,475,000	\$55,332	\$2,530,332	\$0	\$59,045
J. Michelle/Edie Lee (1)	Credit	Nov-94	Nov-02	\$1,580,000	\$35,323	\$1,615,323	\$0	\$59,610
Pasco Scientific (1)	Credit	Dec-94	Dec-02	\$2,105,000	\$47,060	\$2,152,060	\$0	\$59,909
American River Packaging (1)	Credit	Dec-94	Dec-02	\$1,700,000	\$38,005	\$1,738,005	\$0	\$39,783
CSCDA - IDB's								
Series 1989-90								
Intermountain Trading (2)	Credit	Feb-95	Feb-03	\$220,000	\$4,918	\$224,918	\$500	\$10,892
Andercraft Products (2)	Credit	Feb-95	Feb-03	\$625,000	\$13,973	\$638,973	\$0	\$32,940
Sunclipse. Inc. (Alhambra) (2)	Credit	Feb-95	Feb-03	\$3,200,000	\$71,540	\$3,271,540	\$0	\$62,637
Sunclipse, Inc. (Union City) (2)	Credit	Feb-95	Feb-03	\$2,135,000	\$47,730	\$2,182,730	\$0	\$45,248
Busseto Foods, Inc. (Rapelli of CA) (2)	Credit	Mar-95	Mar-03	\$2,500,000	\$55,890	\$2,555,890	\$0	\$49,213
American Zettler (4)	Credit	Mar-95	Mar-03	\$1,975,000	\$44,153	\$2,019,153	\$0	\$38,022
Aqua Serv Engineering (4)	Credit	Mar-95	Mar-03	\$1,180,000	\$26,380	\$1,206,380	\$0	\$49,356
Contech Engineering Prod. (4)	Credit	Mar-95	Mar-03	\$1,080,000	\$24,145	\$1,104,145	\$0	\$26,025
Evapco, Inc. (4)	Credit	Mar-95	Mar-03	\$405,000	\$9,054	\$414,054	\$0	\$10,972
Florestone Products Co. (4)	Credit	Mar-95	Mar-03	\$1,210,000	\$27,051	\$1,237,051	\$298	\$29,785
Grundfos Pumps Company (4)	Credit	Mar-95	Mar-03	\$6,000,000	\$134,137	\$6,134,137	\$0	\$100,329
NRI, Inc. (4)	Credit	Mar-95	Mar-03	\$1,335,000	\$29,845	\$1,364,845	\$0	\$28,055
W & H Voortman, Inc. (4)	Credit	Mar-95	Mar-03	\$2,340,000	\$52,313	\$2,392,313	\$0	\$38,410
Allwire, Inc. (6)	Credit	Mar-95	Mar-03	\$240,000	\$5,365	\$245,365	\$0	\$12,230
Fairway Molds, Inc. (6)	Credit	Mar-95	Mar-03	\$480,000	\$10,731	\$490,731	\$0	\$27,874
S & P Investments (6)	Credit	Mar-95	Mar-03	\$985,000	\$22,021	\$1,007,021	\$0	\$27,246
Northwest Pipe & Casing (7)	Credit	Apr-95	Apr-03	\$2,500,000	\$55,890	\$2,555,890	\$0	\$64,117
Zieman Manufacturing (7)	Credit	Apr-95	Apr-03	\$350,000	\$7,825	\$357,825	\$400	\$14,347

CalSTRS CREDIT ENHANCEMENT PROGRAM
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
CSCDA - IDB's								
Series 1995A								
Carvin Corporation (8)	Credit	Jun-95	Jun-03	\$1,440,000	\$32,193	\$1,472,193	\$0	\$50,994
Kennerley-Spratling (8)	Credit	Jun-95	Jun-03	\$2,160,000	\$48,289	\$2,208,289	\$0	\$61,224
Vantage Properties (8)	Credit	Jun-95	Jun-03	\$1,360,000	\$30,404	\$1,390,404	\$0	\$35,730
Staub Metals, Inc. (8)	Credit	Aug-95	Aug-03	\$510,000	\$11,402	\$521,402	\$0	\$28,744
Walker Spring and Stamping Corp. (9)	Credit	Sep-95	Sep-03	\$2,920,000	\$65,280	\$2,985,280	\$0	\$63,544
South Bay Circuits, Inc. (9)	Credit	Sep-95	Sep-03	\$1,500,000	\$33,534	\$1,533,534	\$0	\$35,916
W & H Voortman, Inc. (9)	Credit	Sep-95	Sep-03	\$900,000	\$20,121	\$920,121	\$0	\$21,178
Red Line Oil Co. (10)	Credit	Nov-95	Nov-02	\$1,000,000	\$22,356	\$1,022,356	\$0	\$22,203
Johansen Dielectrics (10)	Credit	Nov-95	Nov-02	\$1,600,000	\$35,770	\$1,635,770	\$0	\$43,298
Peet's Coffee (10)	Credit	Dec-95	Dec-02	\$2,180,000	\$48,736	\$2,228,736	\$0	\$50,638
Safariland (13)	Credit	Oct-96	Oct-03	\$3,300,000	\$68,351	\$3,368,351	\$0	\$34,021
Control Air Conditioning (18)	Credit	Jun-97	Jun-03	\$4,300,000	\$77,753	\$4,377,753	\$4,716	\$74,677
CSCDA - IDB								
Series 1996M								
Cordeiro Vault Co., Inc. (15)	Credit	Dec-96	Dec-02	\$990,000	\$22,133	\$1,012,133	\$0	\$20,430
CSCDA - IDB								
Series 1996M								
Fibrebond West, Inc. (17)	Credit	Dec-96	Dec-02	\$4,875,000	\$108,986	\$4,983,986	\$0	\$96,475
SUBTOTAL				\$80,795,000	\$1,756,592	\$82,551,592	\$16,526	\$1,556,049

CalSTRS CREDIT ENHANCEMENT PROGRAM
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
CONFIRMING LETTERS OF CREDIT & OTHER INDIRECT RISK								
Confirmation #1 Suncreek Apts.	Credit	Apr-96	Apr-03	\$6,800,000	\$78,247	\$6,878,247	\$8,693	\$179,698
Confirmation #3 Monrovia Redevelopment Agency	Credit	Jan-98	Jan-03	\$8,600,000	\$229,727	\$8,829,727	\$4,321	\$59,094
Confirmation #6 Western Saw	Credit	Jun-98	Jun-03	\$3,600,000	\$53,260	\$3,653,260	\$1,847	\$20,316
Confirmation #7 St. Vincent de Paul	Credit	May-99	May-03	\$7,485,000	\$110,737	\$7,595,737	\$27,028	\$42,631
Confirmation #8 Delta Tau Data Systems	Credit	Aug-98	Aug-03	\$5,800,000	\$85,808	\$5,885,808	\$5,951	\$50,648
Confirmation #9 Dix Metals	Credit	Sep-98	Sep-03	\$5,475,000	\$81,000	\$5,556,000	\$0	\$48,286
Confirmations #10 & #11 City of Fillmore	Credit	Sep-98	Sep-03	\$13,110,000	\$249,988	\$13,359,988	\$0	\$54,256
Confirmation #12 Accurate Engineering	Credit	Oct-98	Oct-03	\$5,000,000	\$73,973	\$5,073,973	\$2,495	\$27,724
Confirmation #13 The Terraces/Park Marino	Credit	Oct-98	Oct-03	\$8,000,000	\$131,507	\$8,131,507	\$0	\$50,958
Confirmation #14 Santa Paula (Water Supply)	Credit	Nov-98	Nov-02	\$23,500,000	\$448,110	\$23,948,110	\$61,198	\$73,265
Confirmation #15 Mission Viejo	Credit	May-99	May-06	\$31,100,000	\$2,177,853	\$33,277,853	\$0	\$111,846
Confirmation #16 City of Fillmore	Credit	Mar-99	Jun-03	\$7,345,000	\$137,643	\$7,482,643	\$0	\$33,339
Confirmation #17 City of Ontario	Credit	Mar-99	Mar-03	\$8,190,000	\$150,786	\$8,340,786	\$16,682	\$42,207
Confirmation #18 City of Ontario	Credit	Mar-99	Mar-03	\$6,605,000	\$119,433	\$6,724,433	\$6,724	\$20,239

CalSTRS CREDIT ENHANCEMENT PROGRAM
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
Confirmation #19 Watt Four	Credit	May-99	May-03	\$2,750,000	\$46,109	\$2,796,109	\$11,371	\$17,305
Confirmation #20 Evergreen	Credit	Jun-99	Jun-03	\$2,525,000	\$37,357	\$2,562,357	\$0	\$10,355
Confirmation #21 Fontana Redevelopment	Credit	Jun-99	Jun-03	\$3,114,361	\$0	\$3,114,361	\$0	\$6,315
Confirmation #22 New United Motor (NUMMI)	Credit	Jun-99	May-01	\$11,015,000	\$130,369	\$11,145,369	\$0	\$30,557
Confirmation #23 Inland	Credit	Jun-99	Jun-03	\$44,485,000	\$2,925,042	\$47,410,042	\$23,968	\$144,337
Confirmation #24 Van R Dental	Credit	Jul-99	Jul-03	\$1,645,000	\$21,093	\$1,666,093	\$842	\$7,331
Confirmation #25 Fulton Properties	Credit	Jul-99	Jul-03	\$3,095,000	\$51,895	\$3,146,895	\$0	\$5,921
Confirmation #26 Alameda Point	Credit	Sep-99	Sep-03	\$10,000,000	\$391,233	\$10,391,233	\$0	\$21,129
Confirmation #27 Apple Valley	Credit	Sep-99	Sep-03	\$5,325,000	\$208,332	\$5,533,332	\$0	\$12,421
Confirmation #28 Primero Grove	Credit	Dec-99	Dec-02	\$11,715,000	\$112,336	\$11,827,336	\$0	\$26,242
Confirmation #29 Starter/Alternator	Credit	Sep-99	Sep-03	\$5,000,000	\$73,973	\$5,073,973	\$4,708	\$17,843
Confirmation #30 Adelanto PUA, Series A	Credit	Feb-00	Feb-05	\$9,385,000	\$235,498	\$9,620,498	\$0	\$4,971
Adelanto PUA, Series B, C	Credit	Feb-00	Feb-05	\$34,940,000	\$620,305	\$35,560,305	\$0	\$18,373
Confirmation #31 San Francisco Conservatory of Music	Credit	Mar-00	Mar-03	\$10,000,000	\$170,959	\$10,170,959	\$0	\$30,937
Oakland-Alameda Cnty Coliseum (30)	Credit	May-00	May-03	\$51,200,000	\$942,642	\$52,142,642	\$19,375	\$45,447
Confirmation #33 City of Compton	Credit	Jun-00	Jun-03	\$6,000,000	\$114,411	\$6,114,411	\$0	\$12,229

CalSTRS CREDIT ENHANCEMENT PROGRAM
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
Confirmation #34 Marborg Industries (Term 2 yrs)	Credit	Jun-00	Jun-02	\$5,425,000	\$82,044	\$5,507,044	\$0	\$12,289
Confirmation #35 AAA Packing & Shipping Inc.	Credit	Jun-00	Jun-03	\$3,000,000	\$45,000	\$3,045,000	\$250	\$2,094
Confirmation #36 City of Lake Elsinore	Credit	Jul-00	Jul-05	\$15,660,000	\$404,586	\$16,064,586	\$48,818	\$48,818
SUBTOTAL				\$376,889,361	\$10,741,254	\$387,630,615	\$195,454	\$1,240,604

CalSTRS CREDIT ENHANCEMENT PROGRAM

PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Transactions	Type	Closing Date	End of Commitment	CalSTRS Commitment	Interest	Total Commitment	Fiscal 2000-01 Fee Income	Fee Income To Date
REDEEMED TRANSACTIONS								
Bridge - Richmond Townhomes	Expired.	Redeemed as of Feb-97.		\$0	\$0	\$0	\$0	\$15,096
USA Waste Industries	Expired.	Redeemed as of Nov-99.		\$0	\$0	\$0	\$0	\$289,050
Sanifill, Inc.	Expired.	Redeemed as of Jan-98.		\$0	\$0	\$0	\$0	\$87,618
Pt. Loma College	Expired.	Redeemed as of Nov-98.		\$0	\$0	\$0	\$0	\$360,334
City of Visalia (California)	Expired.	Redeemed as of Nov 99.		\$0	\$0	\$0	\$0	\$60,094
TransAmerica Series 1986-V	Expired.	Redeemed as of Jul-99.		\$0	\$0	\$0	\$0	\$1,000
AHNNN, Inc.	Expired.	Redeemed as of Sept-97.		\$0	\$0	\$0	\$0	\$9,416
Zarn, Inc.	Expired.	Redeemed as of Jul-99.		\$0	\$0	\$0	\$0	\$23,635
Marcel & Marge Schurman	Expired.	Redeemed as of Jun-99.		\$0	\$0	\$0	\$0	\$31,689
Charles & Loralie Harris	Expired.	Redeemed as of Oct-99.		\$0	\$0	\$0	\$0	\$44,825
Aerostar Partners, Inc.	Expired.	Redeemed as of Oct-99.		\$0	\$0	\$0	\$0	\$72,935
Image Laboratories, Inc.	Expired.	Redeemed as of Dec-96.		\$0	\$0	\$0	\$0	\$26,854
Reliance Upholstery	Expired.	Redeemed as of Oct-98.		\$0	\$0	\$0	\$0	\$9,261
Leegin Creative Leather Prod.	Expired.	Redeemed as of Dec-97.		\$0	\$0	\$0	\$0	\$19,469
BNG Properties, LLC	Expired.	Redeemed as of Aug-96.		\$0	\$0	\$0	\$0	\$12,253
Leegin Creative Leather Prod.	Expired.	Redeemed as of Dec-97.		\$0	\$0	\$0	\$0	\$19,469
Encore Video, Inc.	Expired.	Redeemed as of Oct-98.		\$0	\$0	\$0	\$0	\$11,691
Confirmation #2 CMIG LLC	Expired.	Redeemed as of Aug-98.		\$0	\$0	\$0	\$0	\$5,514
Confirmation #4 & #5 First Class Foods / Alliance	Expired.	Redeemed as of Aug-99.		\$0	\$0	\$0	\$0	\$5,708
EuroDesign Cabinets, Inc. (9)	Expired.	Redeemed as of Jan-2000.		\$0	\$0	\$0	\$0	\$20,107
Instrument Specialities Co. (4)	Expired.	Redeemed as of Feb-2000.		\$0	\$0	\$0	\$0	\$15,600
Mc Elroy Metal Mills, Inc. (4)	Expired.	Redeemed as of May-2000.		\$0	\$0	\$0	\$0	\$13,160
McCain Citrus (4)	Expired.	Redeemed as of Jun-2000.		\$0	\$0	\$0	\$0	\$44,364
Lance Camper Manuf. (1)	Expired.	Redeemed as of Aug-2000.		\$0	\$0	\$0	\$0	\$75,256
SUBTOTAL				\$0	\$0	\$0	\$0	\$1,274,396
TOTAL:				\$1,038,557,437	\$40,373,688	\$1,078,931,124	\$561,576	\$6,602,098

CalSTRS CREDIT ENHANCEMENT PROGRAM
BANK EXPOSURE
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Deal	Commitment	Interest	Total	Portfolio Percentage
PARTNER INSTITUTION				
Port of Long Beach				
Canadian Imperial Bank of Commerce (CIBC)	\$87,500,000	\$0	\$87,500,000	8.43%
Buck Research Center on Aging				
(CIBC)	\$27,500,000	\$397,808	\$27,897,808	2.65%
San Diego Unified Port District				
(CIBC)	\$27,500,000	#####	\$30,076,712	2.65%
San Diego Unified Port District				
(CIBC)	\$22,500,000	#####	\$24,608,219	2.17%
Pasadena Parking Authority				
(CIBC)	\$9,000,000	\$693,750	\$9,693,750	0.87%
Pasadena Rose Bowl				
(CIBC)	\$15,600,000	\$276,956	\$15,876,956	1.50%
Kern High School 1995A				
(CIBC)	\$6,169,343	\$0	\$6,169,343	0.59%
Kern High School 1995B				
(CIBC)	\$4,716,233	\$0	\$4,716,233	0.45%
Kern High School 1999				
(CIBC)	\$7,500,000	\$147,945	\$7,647,945	0.72%
CHFA 1999 Series P & Q				
Commerzbank Aktiengesellschaft	\$12,905,000	\$800,110	\$13,705,110	1.24%
Lewis & Clark				
(CIBC)	\$25,000,000	\$2,284,932	\$27,284,932	2.41%
TOTAL - PARTNER INSTITUTIONS	\$245,890,576	\$9,286,432	\$255,177,007	23.68%
DIRECT FINANCIAL INSTITUTION EXPOSURE				
Union Bank of California, N.A.	\$282,754,335	\$9,395,813	\$292,150,148	27.23%
FSA	\$149,036,250	\$12,664,372	\$161,700,622	14.35%
MBIA	\$139,296,250	\$3,615,682	\$142,911,932	13.41%
AMBAC	\$26,250,000	\$2,034,375	\$28,284,375	2.53%
Sanwa Bank of California	\$24,675,000	\$429,147	\$25,104,147	2.38%
The Sakura Bank, Ltd.	\$23,600,026	\$434,500	\$24,034,525	2.27%
City National Bank	\$21,485,000	\$337,235	\$21,822,235	2.07%
Allied Irish Bank	\$20,400,000	\$274,981	\$20,674,981	1.96%
Bank of America	\$18,970,000	\$418,672	\$19,388,672	1.83%
Tokai Bank of California	\$11,715,000	\$112,336	\$11,827,336	1.13%
Bank of Tokyo-Mitsubishi, Ltd.	\$11,015,000	\$130,369	\$11,145,369	1.06%
Wells Fargo Bank	\$9,555,000	\$211,410	\$9,766,410	0.92%
General Bank	\$8,600,000	\$229,727	\$8,829,727	0.83%
Pacific Century Bank, N.A.	\$8,600,000	\$127,233	\$8,727,233	0.83%
Santa Barbara Bank & Trust	\$8,520,000	\$133,939	\$8,653,939	0.82%
US Bank of California	\$6,800,000	\$78,247	\$6,878,247	0.65%
Hibernia National Bank	\$4,875,000	\$108,986	\$4,983,986	0.47%
Comerica Bank - California	\$3,680,000	\$82,271	\$3,762,271	0.35%
Bank of Nova Scotia	\$3,240,000	\$72,434	\$3,312,434	0.31%
First National Bank	\$2,525,000	\$37,357	\$2,562,357	0.24%
Coast Commercial Bank	\$2,505,000	\$56,002	\$2,561,002	0.24%
Istituto Bancario San Paolo Di Torino Sj	\$2,500,000	\$55,890	\$2,555,890	0.24%
Mellon Bank	\$1,080,000	\$24,145	\$1,104,145	0.10%
Fleet Bank	\$510,000	\$11,402	\$521,402	0.05%
1st Business Bank	\$480,000	\$10,731	\$490,731	0.05%
National Bank of Canada	\$0	\$0	\$0	0.00%
TOTAL - FINANCIAL INSTITUTIONS	\$792,666,861	\$31,087,256	\$823,754,117	76.32%

CalSTRS CREDIT ENHANCEMENT PROGRAM
BANK EXPOSURE
PROGRAM SUMMARY AS OF SEPTEMBER 30, 2000

Deal	Commitment	Interest	Total	Portfolio Percentage
<i>TOTAL EXPOSURE</i>	\$1,038,557,437	\$40,373,688	\$1,078,931,125	100.00%